(Caption of Case)  (Caption of Case)  Application of Hotwire Communications, LLC for a Certificate of Public Convenience and Necessity to Provide Local Exchange and Interexchange Telecommunications Services Throughout South Carolina		PUBLIC SERVIC OF SOUTH	RE THE EE COMMISSION CAROLINA SHEET C
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(Please type or print) Submitted by: John J. Pringle, Jr.		SC Bar Number: 11208	
Submitted by: John J. Pringle, Jr.		<b>Telephone:</b> 803-343	
Address: Ellis, Lawhorne & Sims, PA		Fax: 803-799. Other:	-8479
PO Box 2285		Other:	
Columbia SC 29202		Email: jpringle@ellislawho	orne.com
NOTE: The cover sheet and information as required by law. This form is require be filled out completely.			
☐ Other:  INDUSTRY (Check one)	-	peditiously  E OF ACTION (Check all th	nat apply)
Electric	Affidavit	Letter	Request
☐ Electric/Gas	Agreement	Memorandum	Request for Certification
☐ Electric/Telecommunications	Answer	Motion	Request for Investigation
Electric/Water	Appellate Review		Ittoquest for investigation
Electric/Water/Telecom.	1 11pponate review	Objection	Resale Agreement
	Application	Objection Petition	
Electric/Water/Sewer			Resale Agreement
☐ Electric/Water/Sewer ☐ Gas	Application	Petition	Resale Agreement Resale Amendment
	Application Brief	Petition Petition for Reconsideration	Resale Agreement Resale Amendment Reservation Letter
Gas	☐ Application ☐ Brief ☐ Certificate	Petition Petition for Reconsideration Petition for Rulemaking	Resale Agreement Resale Amendment Reservation Letter Response
☐ Gas ☐ Railroad	Application Brief Certificate Comments	Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause	Resale Agreement Resale Amendment Reservation Letter Response Response to Discovery
Gas Railroad Sewer	Application Brief Certificate Comments Complaint	Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause Petition to Intervene	Resale Agreement Resale Amendment Reservation Letter Response Response to Discovery Return to Petition
☐ Gas ☐ Railroad ☐ Sewer ☑ Telecommunications	Application  Brief  Certificate  Comments  Complaint  Consent Order	Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause Petition to Intervene Petition to Intervene Out of Time	Resale Agreement Resale Amendment Reservation Letter Response Response to Discovery Return to Petition Stipulation
☐ Gas ☐ Railroad ☐ Sewer ☑ Telecommunications ☐ Transportation	Application  Brief  Certificate  Comments  Complaint  Consent Order  Discovery	Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause Petition to Intervene Petition to Intervene Out of Time Prefiled Testimony	Resale Agreement Resale Amendment Reservation Letter Response Response to Discovery Return to Petition Stipulation
☐ Gas ☐ Railroad ☐ Sewer ☐ Telecommunications ☐ Transportation ☐ Water	Application  Brief  Certificate  Comments  Complaint  Consent Order  Discovery  Exhibit	Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause Petition to Intervene Petition to Intervene Out of Time Prefiled Testimony Promotion	Resale Agreement Resale Amendment Reservation Letter Response Response to Discovery Return to Petition Stipulation Subpoena Tariff
Gas Railroad Sewer Telecommunications Transportation Water Water/Sewer	Application  Brief  Certificate  Comments  Complaint  Consent Order  Discovery  Exhibit  Expedited Consideration	Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause Petition to Intervene Petition to Intervene Out of Time Prefiled Testimony Promotion Proposed Order Protest	Resale Agreement Resale Amendment Reservation Letter Response Response to Discovery Return to Petition Stipulation Subpoena Tariff
Gas Railroad Sewer Telecommunications Transportation Water Water/Sewer Administrative Matter	Application  Brief  Certificate  Comments  Complaint  Consent Order  Discovery  Exhibit  Expedited Consideration  Interconnection Agreement	Petition Petition for Reconsideration Petition for Rulemaking Petition for Rule to Show Cause Petition to Intervene Petition to Intervene Out of Time Prefiled Testimony Promotion Proposed Order Protest	Resale Agreement Resale Amendment Reservation Letter Response Response to Discovery Return to Petition Stipulation Subpoena Tariff

# **ELLIS: LAWHORNE**

John J. Pringle, Jr.
Direct dial: 803/343-1270
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September 18, 2007

## FILED ELECTRONICALLY AND HAND-DELIVERY

The Honorable Charles L.A. Terreni Chief Clerk South Carolina Public Service Commission Post Office Drawer 11649 Columbia, South Carolina 29211

RE: Application of Hotwire Communications, Ltd. for a Certificate of Public Convenience and Necessity to Provide Local Exchange and Interexchange

Telecommunications Services throughout South Carolina

Docket No. 2007- -C, Our File No. 1295-11425

Dear Mr. Terreni:

Enclosed is the original and one (1) copy of the Motion for Protective Treatment and Basis for Filing Exhibit 4 as Trade Secret filed on behalf of Hotwire Communications, LLC in the above-referenced matter. The financial statements are from Hotwire's ultimate owner, Michael Karp, and they are unaudited and subject to change. Hotwire hereby requests confidential treatment of these financial statements.

Please acknowledge your receipt of this document by file-stamping the copy of this letter enclosed, and returning it in the enclosed envelope.

If you have any questions or need additional information, please do not hesitate to contact me.

Very truly yours,

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John J. Pringle, Jr

JJP/cr

cc:

Office of Regulatory Staff Legal Department

Adam B. Weinstein, Esquire

Harry N. Malone/Danielle C. Burt, Esquire

Enclosures

THIS DOCUMENT IS AN EXACT DUPLICATE OF THE E-FILED COPY SUBMITTED TO THE COMMISSION IN ACCORDANCE WITH ITS ELECTRONIC FILING INSTRUCTIONS.

#### **BEFORE**

#### THE PUBLIC SERVICE COMMISSION OF

### **SOUTH CAROLINA**

**DOCKET NO. 2007-\_\_\_-C** 

IN RE:	)
	) MOTION FOR PROTECTIVE
Application of Hotwire	TREATMENT AND
Communications, Ltd. to Provide Local	) BASIS FOR FILING EXHIBIT 4 AS TRADE
Exchange and Interexchange	) SECRET
Telecommunications Services	)
Throughout South Carolina	

Hotwire Communications, Ltd. ("Hotwire" or "Applicant"), by counsel, and pursuant to S.C. Code Ann. § 39-8-10, et seq., and S.C Code Ann. Regs 103-804(S)(2), hereby files this Motion for Protective Treatment ("Motion") in the above-captioned proceeding. By this Motion, Hotwire seeks protective treatment by the South Carolina Public Service Commission ("Commission") of certain commercially-sensitive financial information attached as Exhibit 4, filed as Trade Secret to Hotwire's Application for Authority to Provide Resold and Facilities-Based Local Exchange and Interexchange Telecommunications Services. Because this Motion is an inseparable part of Hotwire's Application, it is being filed concurrently therewith.

In support of this Motion, Applicant provides the following:

In support of its application, Hotwire respectfully submits as follows:

1. The legal name, address, telephone and fax number of the Applicant are:

Hotwire Communications, Ltd. 300 East Lancaster Avenue, Suite 208 Wynnewood PA 19096
Telephone: (610) 642-9812

Telephone: (610) 642-9812 Facsimile: (610) 642-9812 2. All correspondence, notices, inquiries, and other communications regarding this Motion should be addressed to:

John J. Pringle Ellis, Lawhorne & Sims, P.A. 1501 Main Street, 5<sup>th</sup> Floor Columbia, SC 29202 Telephone: (803) 343-1270 Fax: (803) 799-8479

with copies to:

Danielle Burt Bingham McCutcheon, LLP 2020 K Street, NW Washington DC 20006 Telephone: (202) 373-6000 Facsimile: (202) 373-6001

# I. Description of Confidential Information

The Application requires Hotwire to disclose evidence of its financial ability to provide service by submitting documentation of its financial resources. Pursuant to this requirement, Hotwire is submitting a copy of the most recent financial statements of its ultimate owner. These documents contain highly confidential and strictly proprietary information, the public disclosure of which would result in direct, immediate and substantial harm to Hotwire's competitive position in South Carolina and in other states where Hotwire is currently doing business.

# II. Grounds for Claim of Confidentiality

The financial information submitted by Hotwire in Exhibit 4 of its Application fits squarely within the definition of a "trade secret" under the South Carolina Trade Secrets Act. As a privately-held company, Hotwire's financial qualifications are not readily

<sup>&</sup>lt;sup>1</sup> A "trade secret" is defined in S.C. Code § 39-8-20(5)(a) as information that "(i) derives independent economic value, actual or potential, from not being generally known to, and not being readily ascertainable

ascertainable. Hotwire currently has no legal obligation to prepare or submit projected financial statements, or to report any financial information to a public entity. Further, the unavailability of this information derives independent economic value for Hotwire because the disclosure of such information would harm Hotwire's ability to compete in the provision of advanced telecommunications services in South Carolina. Hotwire is not a public entity and its financial and business information is uniquely sensitive.

Hotwire takes considerable efforts to maintain the secrecy of the information contained in its financial statements. Financial information of this type is not publicly disseminated, and Hotwire takes reasonable steps to guard this information internally as well. Its disclosure is limited to Hotwire's senior officers, Hotwire's counsel and employees of the company who are directly involved with Hotwire's financial operations. Furthermore, when required to submit financial information to public authorities, all such information is clearly stamped "confidential" and is accompanied by formal requests to maintain the confidentiality of the information and to withhold it from public disclosure.

Hotwire clarifies that its request for protection applies only to the financial information contained in Exhibit 4 to the Application. Hotwire is not seeking protection of any type by means of this Motion for those reports Hotwire will be required to file with the Office of Regulatory Staff ("ORS") should the relief sought in the Application be granted: the Annual Report Form, Gross Receipts Report, or the Universal Service Fund Worksheet.

by proper means by the public...and (ii) is the subject of efforts that are reasonable under the circumstances to maintain its secrecy."

III. Conclusion

The financial information included in support of Hotwire's Application, for which

confidential treatment is requested, is both proprietary and competitively sensitive.

Hotwire would suffer substantial direct harm if such information is made publicly

available. The harm that would result from public disclosure of Hotwire's financial

information is real and not speculative. Moreover, to date, no other jurisdiction has

required Hotwire to make its financial information publicly available. For the foregoing

reasons, the financial information included in Exhibit 4 should be protected from public

disclosure by the Commission.

WHEREFORE, Hotwire respectfully requests that the information contained in

Exhibit 4 of Hotwire's Application for a Certificate of Public Convenience and Necessity

be ruled exempt from public disclosure and provided confidential treatment in

accordance with S.C. Code Ann. § 39-8-10, et seq.

Respectfully submitted,

HOTWIRE COMMUNICATIONS, LTD.

John J. Pringle

Ellis, Lawhorne & Sims, P.

1501 Main Street, 5th Floor

Columbia, SC 29202

(803) 343-1270

Danielle Burt

Bingham McCutcheon, LLP

2020 K Street, NW

Washington DC 20006

Dated: September 18, 2007 Columbia, South Carolina

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